

Sanction for Implementation of Mass Rapid Transit system along Versova-Andheri-Ghatkopar (VAG) Corridor through Public Private Partnership (PPP) – Viability Gap Funding(VGF) of Rs.650 Crores

**GOVERNMENT OF MAHARASHTRA
Urban Development Department
Mantralaya, Mumbai – 400 032.**

**Government Resolution No. MRD-3306/1662/CR 32 A/06/ UDD-7
dated 14/6/2006**

Read: (i) Government Resolution, Urban Development Department, No.MUT- 1004/1671/CR-158/2004/UD-10 dated 19th August, 2004.

(ii) Government Resolution, Urban Development Department, No.MRD-3306/CR-32/1662/UD-7 dated 9th June 2006.

PREAMBLE:

The Govt. of Maharashtra is committed to the expeditious implementation of Mumbai Metro Rail Project covering 146.5 Km network, in 3 phases to improve the quality of travel for residents of Mumbai Metropolitan Region (MMR) as recommended by the Consultants Delhi Metro Rail Corporation (DMRC). Further, the State Govt., vide Resolution No. 2 above, has accorded approval for adoption of Standard Gauge for all Corridors of Mumbai Metro Rail Project.

The Government accorded in-principle approval under Ref.(1) to implement Versova-Andheri-Ghatkopar MRTS Corridor through Public Private Partnership (PPP) format & designated MMRDA as the Project Implementing Agency for inviting Global bids & further necessary action. MMRDA has now completed the bidding process. Based on the bid criteria i.e. the lowest capital contribution, MMRDA recommended to the Government to approve the proposal submitted by the lowest bidder i.e. Mumbai Metro-I Consortium led by M/s. Reliance Energy Ltd. at the cost of Rs. 2356 crores with capital contribution of Rs. 650 crores towards Viability Gap Funding.

The Proposal of Viability Gap Funding of Rs.650 Crores was under consideration of Government and the following decisions were made :

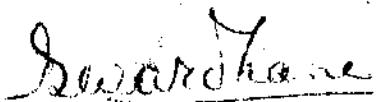
Government Resolution :- The Government hereby accords Sanction to the following :-

(1) To the project cost of Rs. 2356 to implement Versova-Andheri-Ghatkepar Metro Rail Corridor as submitted by the lowest bidder, the Mumbai Metro-I Consortium led by Reliance Energy Ltd and authorizes MMRDA

to pursue, correspond & negotiate with Government of India in this context for successful implementation of the project.

- (2) To the capital contribution of Rs. 650 crores sought by Mumbai Metro-1 Consortium led by Reliance Energy Ltd. in their negotiated offer dated 10th May, 2006.
- (3) To approach Government of India (GOI) for providing Viability Gap Funding (VGF) of Rs. 650 crores sought by M/s. Mumbai Metro-1 Consortium led by Reliance Energy. In case, Viability Gap Funding is not provided entirely by GOI, the balance amount will be provided by MMRDA.
- (4) To create Special Purpose Vehicle (SPV) for implementation of the project in which MMRDA will contribute 26% equity on behalf of the State Government.

By order and in the name of the Governor of Maharashtra



(Shyam Wardhane)

Jt. Secretary, Govt. of Maharashtra

Copy to:-

1. Principal Secretary to the Hon. Governor of Maharashtra
2. Principal Secretary to Hon'ble Chief Minister
3. Secretary to Hon'ble Deputy Chief Minister
4. Private Secretary to Hon'ble Minister for Revenue
5. Principal Secretary to the Minister of Finance
6. Private Secretary to Minister for State (UD), GOM
7. P.A. to Chief Secretary, Govt. of Maharashtra
8. P.A. to Principal Secretary-I, UDD, GOM
9. P.A. to Principal Secretary-II, UDD, GOM
10. Secretary, Special Project, G.A.D.
11. Collector Mumbai
12. Collector Mumbai Suburban District
13. Metropolitan Commissioner, MMRDA, Bandra (E), Mumbai
14. Municipal Commissioner, Municipal Corporation of Gr. Mumbai, Mumbai
15. Vice Chairman, & Managing Director, CIDCO, Mumbai
16. General Manager, Central Railway, Mumbai
17. General Manager, Western Railway, Mumbai
18. Chief Transport Planning Manager /
Chief Engineer (Planning), Central Railway, Mumbai
19. Chief Transport Planning Manager, Western Railway, Mumbai
20. General Manager, BEST, Mumbai
21. Jt. Commissioner of Police (Traffic) Mumbai
22. Chief, T&C Division, MMRDA, Mumbai